



Government of
Saskatchewan

Twenty-Fifth Annual Report

April 1, 1983 to March 31, 1984

Saskatchewan Liquor Licensing Commission



The Honourable Frederick W. Johnson
Lieutenant Governor of the
Province of Saskatchewan

Dear Sir:

I have the honour to hereby transmit the
Twenty-Fifth Annual Report of the Liquor
Licensing Commission for the year ending
March 31, 1984.

Yours sincerely

George McLeod
Minister in Charge
Saskatchewan Liquor Board

**The Honourable George McLeod
Minister in Charge
Saskatchewan Liquor Board**

Dear Sir:

**I have the honour on behalf of the
Liquor Licensing Commission to submit
herewith the Annual Report of this
Commission covering the fiscal year
ending March 31, 1984.**

Respectfully submitted,

**Martin Pederson
Chairman**

Local Option Votes

Pursuant to the provisions of Section 36 of The Liquor Licensing Act, the Commission arranged for votes to be taken in 15 local option areas, resolutions having been received from the various municipal councils requesting such votes to be taken. A statement showing the results of these votes is included as Schedule A to this report.

Licensing

During the year, the Commission held forty-seven sittings and conducted two hundred and twelve hearings to consider applications for the various types of licences provided for in Section 31 of The Liquor Licensing Act. The Commission also held forty-six meetings and passed minutes on three hundred and thirty-three matters pertaining to the general conduct and operation of licensed outlets.

The Commission has continued to follow the policy of granting licences only to applicants of good character and who possess the attributes necessary to ensure satisfactory operation of their business. Every effort was made to ensure that applicants fully understood their responsibilities with regard to the provisions of The Liquor Licensing Act and Regulations made pursuant thereto.

Reports received from the Inspection Department indicate that licensees generally are operating their establishments conscientiously and discharging their responsibilities to the public in a most satisfactory manner.

In accordance with the provisions of Section 29 of the Act, a statement showing the requirements of this section is included as Schedule B to this report.

Financial Statement

A statement of the financial aspects of the operation of the Commission is included.

Acknowledgements

The Commission acknowledges with gratitude the fine co-operation and help which has been given by all departments of Government and by the R.C.M. Police and the various municipal law enforcement authorities. The Commission also wishes to report that the employees have continued to serve most loyally and effectively for which the Commissioners express their sincere thanks.

Schedule A — Statement of Local Option Votes

Local option votes were taken in 15 local option areas during the year. Results of the voting on the various questions by such local option areas are as follows:

	Affirmative	Negative
Restaurants	10	0
Beverage Rooms	2	1
Dining Rooms	13	1
Cocktail Rooms	11	2
Clubs	14	0

Schedule B — Statement of Licences

Type of Licence	Number in Effect March 31, 1983	Issued 1983-84	Terminated due to Change of Ownership	Expired Seasonal and Interim Licences	Terminated: Premises Destroyed and Business Discontinued	Cancelled	Licences in Effect March 31, 1984
Restaurants	10	10	—	1	5*	—	4
Beverage Room — Hotel	494	628	100	27	5*	1	495
Off Premises — Hotel	493	627	100	27	5*	1	494
Beverage Room — Restaurant	8	8	—	—	—	—	8
Dining Room	457	614	59	35	20*	—	500
Cocktail Room	246	345	27	22	18*	—	278
Club (Liquor)	98	120	—	13	1*	—	106
Canteen (Liquor)	77	78	—	4	—	—	74
Northern Outfitter's	—	5	—	5	—	—	—
Totals	1,883	2,435	286	134	54	2	1,959

Suspensions:

1 Beverage Room Licences
5 Dining Room Licences
5 Cocktail Room Licences

Note: due to change in ownership, two beverage room licences, ten dining room licences and seven cocktail room licences expired March 31, 1983 and were not renewed. Licences were issued effective April 1, 1983 to the new owners.

*23 special dining room licences were issued and expired during the licensing period 1983-84.

- * 5 restaurant licences were voluntarily surrendered. Three were replaced with dining room licences.
- * 1 beverage room licence was voluntarily surrendered.
- * 17 dining room licences were voluntarily surrendered.
- * 16 cocktail room licences were voluntarily surrendered.
- * 1 club liquor licence was voluntarily surrendered.

Statement of Applications Received

Type of Licence	Received and Carried over from 1982-83	Issued	Refused	Withdrawn by Applicant	Pending March 31, 1984
Restaurant	20	18	1	1	—
Beverage Room — Hotel	643	613	—	3	27
Off Premises — Hotel	642	612	—	3	27
Beverage Room — Restaurant	9	9	—	—	—
Dining Room	645	609	1	7	26
Cocktail Room	345	323	—	6	16
Club (Liquor)	116	116	—	—	—
Canteen (Liquor)	73	78	—	—	—
Northern Outfitter's	5	5	—	—	—
Total	2,503	2,383	2	20	98

Liquor Licensing Commission

Financial Statements

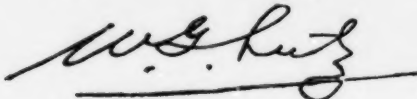
Year ended March 31, 1984

Auditor's Report

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of the Liquor Licensing Commission as at March 31, 1984 and the statements of revenue, expenditure and retained earnings and changes in financial position for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Commission as at March 31, 1984 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting policies described in Note 1 applied on a basis consistent with that of the preceding year.



W. G. Lutz, F.C.A.,
Provincial Auditor.

Regina, Saskatchewan,
August 14, 1984.

Liquor Licensing Commission

Balance Sheet — March 31, 1984 (with comparative figures at March 31, 1983)

	1984	1983
Assets		
Current:		
Cash	\$ —	\$ 15,914
Accounts receivable (note 4)	473,439	405,262
Total current assets	473,439	421,176
Fixed:		
Office equipment — at cost (note 2)	—	38,673
	<u>\$473,439</u>	<u>\$459,849</u>
Liabilities and Equity		
Current:		
Accounts payable	\$ 27,855	\$ 14,047
Deferred revenue (note 6)	278,701	275,892
Total current liabilities	306,556	289,939
Pension costs payable (note 3)	49,824	—
Equity:		
Equity in fixed assets (note 2)	—	38,673
Retained earnings	117,059	131,237
Total equity	117,059	169,910
	<u>\$473,439</u>	<u>\$459,849</u>

(See accompanying notes to the financial statements)

Liquor Licensing Commission

Statement of Revenue, Expenditure and Retained Earnings Year Ended March 31, 1984 (with comparative figures for the 1983 year)

	1984	1983
Revenue:		
Payments by Liquor Board pursuant to Section 227, The Liquor Act	\$1,489,818	\$1,322,294
License fees	338,333	303,727
Entertainment fees	84,852	78,250
Application fees	57,550	44,860
Interest	37,500	34,145
Payments by railway and airline companies pursuant to Section 116 and 119, respectively, The Liquor Licensing Act	2,724	2,741
Sundry revenue	—	2,593
Total revenue	<u>2,010,777</u>	<u>1,788,610</u>
Expenditure:		
Administration		
Salaries and wages	598,806	566,270
Rent, light and water (note 5)	65,126	112,508
Superannuation fund contributions (Note 3)	131,227	100,735
Travel	121,154	85,313
Postage and Telephone	27,876	19,695
Advertising and voting re licensed premises	26,266	17,811
Employee benefits	17,111	16,090
Stationery and supplies	14,493	13,299
Sundry	20,948	7,528
	<u>1,023,007</u>	<u>939,249</u>
Capital expenditure		
Office equipment	1,948	7,423
Renovation and alteration	—	37,016
Total expenditure	<u>1,024,955</u>	<u>983,688</u>
Excess of revenue over expenditure	985,822	804,922
Retained earnings, beginning of year	131,237	76,315
	<u>1,117,059</u>	<u>881,237</u>
Payments to Minister of Finance	1,000,000	750,000
Retained earnings, end of year	<u>\$ 117,059</u>	<u>\$ 131,237</u>

(See accompanying notes to the financial statements)

Liquor Licensing Commission

Statement of Changes in Financial Position Year Ended March 31, 1984 (with comparative figures for the 1983 year)

	1984	1983
Source of funds:		
Excess of revenue over expenditure for the year	\$985,822	\$804,922
Charges not requiring funds:		
Accrued pensions costs	49,824	—
	<u>1,035,646</u>	<u>804,922</u>
Application of funds:		
Payments to Minister of Finance	1,000,000	750,000
Increase in working capital	35,646	54,922
Working capital, beginning of year	<u>131,237</u>	<u>76,315</u>
Working capital, end of year	<u>\$166,883</u>	<u>\$131,237</u>

(See accompanying notes to the financial statements)

Liquor Licensing Commission

Notes to Financial Statements March 31, 1984

1. Accounting Policy

a) Pensions

The employees of the Commission are covered by either the Public Employees (Government Contributory) Superannuation Plan or the Liquor Board Superannuation Fund. The Public Employees (Government Contributory) Superannuation Plan is a cost based plan and all pension costs which are charged to operations are equivalent to the amount provided for funding. The Liquor Board Superannuation plan is a benefit based plan and accordingly the Commission has with the recommendation from the plan Actuary established the following policies:

Current service costs are charged to operations. Past service costs arising from modification of the benefits payable under the plan or adjustments in the pension cost calculations brought about by an actuarial evaluation are charged to operations over the future working period of the present members of the plan not to exceed 15 years. These charges are based on a level percentage of employees' contributions to this plan. Any difference between the amount charged to operations and the amount provided for funding is included as a liability or as a deferred charge.

Should the Liquor Board Superannuation Fund become unable to meet all superannuation allowances, lump sum payments and refunds, together with any accruals of interest thereon, any deficiencies will be met by payments from the revenues of the Liquor Board.

b) Fund Accounting

The Commission utilizes fund accounting wherein expenditures for fixed assets appear in the statement of revenue and expenditure. To maintain accountability for fixed assets, it is necessary to record them as a balance sheet asset with a corresponding entry to "Equity in Fixed Assets." Because fixed asset purchases

are included in the statement of revenue and expenditure, no provision has been made for depreciation of the fixed assets.

c) Administrative Services

In March, 1983 the Commission moved its head office to the same premises occupied by the Liquor Board Head Office. At the same time, the accounting and some office administration functions were assumed by the Liquor Board. The Commission has not been charged for accounting or administrative services and no provision for such costs is reflected in these financial statements. These costs are borne by the Liquor Board.

2. Fixed Assets

During the year office equipment of the Commission was transferred at no cost to the Liquor Board.

3. Pension Plan

An actuarial report on the Liquor Board Superannuation Fund as at December 31, 1981 established that there is an unfunded liability for past service costs which is required to supplement the current service cost to meet all future benefits. The Commission's portion of this past service cost requires an adjusted provision for Superannuation expense for 1984 of \$127,463 (\$37,984 for current service costs, \$89,476 for amortizing past service costs). The difference between the Commission's funding for pension costs of \$77,639 and the provision results in a pension cost payable of \$49,824.

4. Due From Liquor Board

Pursuant to Section 166 of The Liquor Licensing Act, the bank account of the Commission was designated to be the Liquor Board's general bank account. Accordingly, \$437,662 which is the difference between the Commission's receipts and payments is included with accounts receivable.

5. Commitment

The lease agreement for offices at 4211 Albert Street requires future minimum lease payments as follows:

	1984	1983
1984	\$ —	\$105,753
1985	105,753	105,753
1986	105,753	105,753
1987	88,129	88,129
	<u>\$299,635</u>	<u>\$405,388</u>

During the year these offices were subleased and rental revenue of \$88,228 is reflected as a reduction of rent expense.

6. Deferred Revenue

Deferred revenue represents licence fees received for which no licences were issued at March 31, 1984.

7. Contingency

The terms of a collective bargaining agreement for 1983-84 fiscal year remain unsettled. The amount of a settlement that would apply to the year ended March 31, 1984 is undetermined.